

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC)
SERVICE COMMISSION OF THE)
APPLICATION OF THE FUEL)
ADJUSTMENT CLAUSE OF EAST) CASE NO. 98-563-C
KENTUCKY POWER COOPERATIVE,)
INC. FROM NOVEMBER 1, 1999 TO)
APRIL 30, 2000)

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on June 21, 2000 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of East Kentucky Power Cooperative, Inc. ("East Kentucky") for the six months ended April 30, 2000.

As part of this review, East Kentucky, pursuant to Commission Order, submitted certain information concerning its compliance with Commission Regulation 807 KAR 5:056. A public hearing was held on September 7, 2000.

The Commission has previously established East Kentucky's base fuel cost at 13.29 mills per Kwh.¹ A review of East Kentucky's monthly fuel clause filings shows that the actual fuel cost incurred for the six-month period under review ranged from a low of

¹ Case No. 98-563, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 1996 to October 31, 1998, Order dated March 22, 1999.

12.25 mills in December 1999 to a high of 13.40 mills in April 2000, with a six-month average of 12.76 mills.

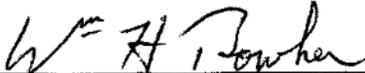
The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of East Kentucky's FAC charge or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by East Kentucky through its FAC for the period November 1, 1999 to April 30, 2000 are approved.

Done at Frankfort, Kentucky, this 30th day of October, 2000.

By the Commission

ATTEST:

Deputy 
Executive Director